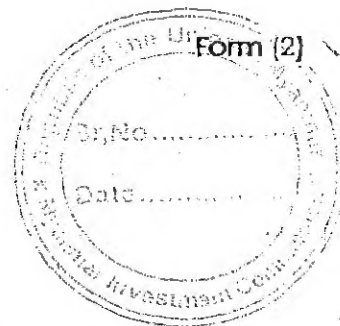


THE REPUBLIC OF THE UNION OF MYANMAR
The Myanmar Investment Commission
PERMIT



Permit No. 1019 / 2015

Date 25th September 2015

This Permit is issued by the Myanmar Investment Commission according to the section 13 (b) of the Republic of the Union of Myanmar Foreign Investment Law-

- (a) Name of Investor/Promoter MR. CHETTA APIPATANA
- (b) Citizenship THAILAND
- (c) Address NO-41-43, MAHESAK ROAD, BANGRAK, BANGKOK, 10500, THAILAND
- (d) Name and Address of Principal Organization NORTHWOOD CO., PTE. LTD. OUTRAM ROAD, #11-02 TAN BOON LIAT BUILDING, SINGAPORE 169074
- (e) Place of incorporation SINGAPORE
- (f) Type of Investment Business MANUFACTURING AND MARKETING OF WOOD-BASED PRODUCTS INCLUDING SAWN TIMBER, FLOORING, VENEER, PLYWOOD AND FURNITURE
- (g) Place(s) at which investment is permitted PLOT NO. H 137, 138, 151, 152, ZA MYIN ZWE QUARTER, BETWEEN 61st STREET AND 62nd STREET, PYIGYIDAGUN TOWNSHIP, MANDALAY REGION
- (h) Amount of Foreign Capital US\$ 5.488 MILLION
- (i) Period for Foreign Capital Brought in WITHIN 1 YEAR FROM THE DATE OF ISSUANCE OF MIC PERMIT
- (j) Total Amount of Capital (Kyat) EQUIVALENT IN KYAT OF US\$ 5.488 MILLION
- (k) Construction period 1 (ONE) YEAR
- (l) Validity of Investment Permit 30 YEARS
- (m) Form of Investment WHOLLY FOREIGN OWNED INVESTMENT
- (n) Name of Company Incorporated in Myanmar NORTHWOOD INDUSTRY LIMITED

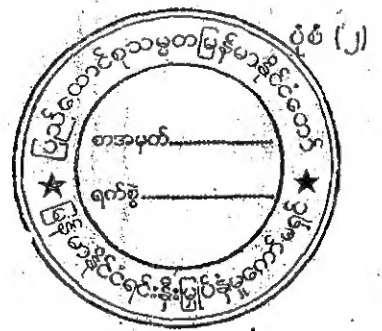

Chairman

The Myanmar Investment Commission

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ပြည်ထောင်စုသမ္မတမြန်မာနိုင်ငံတော်
မြန်မာနိုင်ငံရင်းနှီးမြှုပ်နှံမှုကော်မရှင်
ခွင့်ပြုမိန့်

ခွင့်ပြုမိန့်အမှတ် ၁၀၁၉/၂၀၁၅

၂၀၁၅ ခုနှစ် စက်တင်ဘာလ ၂၁ ရက်

ပြည်ထောင်စုသမ္မတ မြန်မာနိုင်ငံတော် နိုင်ငံခြား ရင်းနှီးမြှုပ်နှံမှု ဥပဒေပုဒ်မ ၁၃၊ ပုဒ်မခွဲ(ခ)အရ ဤခွင့်ပြုမိန့်ကို မြန်မာနိုင်ငံ ရင်းနှီးမြှုပ်နှံမှု ကော်မရှင်က ထုတ်ပေးလိုက်သည်-

- (က) ရင်းနှီးမြှုပ်နှံသူ/ကမကထပြုသူ၏အမည် MR. CHETTA APIPATANA
- (ခ) နိုင်ငံသား ထိုင်း
- (ဂ) နေရပ်လိပ်စာ NO-41-43, MAHESAK ROAD, BANGRAK, BANGKOK, 10500, THAILAND
- (ဃ) ပင်မအဖွဲ့အစည်းအမည်နှင့်လိပ်စာ NORTHWOOD CO., PTE. LTD. OUTRAM ROAD, #11-02 TAN BOON LIAT BUILDING, SINGAPORE 169074
- (င) ဖွဲ့စည်းရာအရပ် စင်ကာပူနိုင်ငံ
- (စ) ရင်းနှီးမြှုပ်နှံသည့်လုပ်ငန်းအမျိုးအစား သစ်ခွဲသား၊ ကြမ်းခင်း၊ သစ်ပါးလွှာ၊ အထပ်သား နှင့် ပရိဘောဂများ အပါအဝင် တန်ဖိုးမြင့် သစ်အခြေခံပစ္စည်းများ ထုတ်လုပ် ရောင်းချခြင်း လုပ်ငန်း
- (ဆ) ရင်းနှီးမြှုပ်နှံသည့်အရပ်ဒေသ(များ) မြေကွက်အမှတ် - H ၁၃၇၊ ၁၃၈၊ ၁၅၁၊ ၁၅၂၊ ၅ - ရပ်ကွက်၊ ၆၁ လမ်းနှင့် ၆၂ လမ်းကြား၊ မန္တလေးစက်မှုဇုန်၊ ပြည်ကြီးတံခွန်မြို့နယ်၊ မန္တလေးတိုင်းဒေသကြီး
- (ဇ) နိုင်ငံခြားမတည်ငွေရင်းပမာဏ အမေရိကန်ဒေါ်လာ ၅.၄၈၈ သန်း
- (ဈ) နိုင်ငံခြားမတည်ငွေရင်းယူဆောင်လာရမည့်ကာလ ကော်မရှင်ခွင့်ပြုမိန့်ရရှိသည့်နေ့ ၁ နှစ် အတွင်း
- (ည) စုစုပေါင်းမတည်ငွေရင်းပမာဏ(ကျပ်) အမေရိကန်ဒေါ်လာ ၅.၄၈၈ သန်း နှင့် ညီမျှသော မြန်မာကျပ်ငွေ
- (ဋ) တည်ဆောက်မှုကာလ ၁ နှစ်
- (ဌ) ရင်းနှီးမြှုပ်နှံမှုခွင့်ပြုသည့် သက်တမ်း ၃၀ နှစ်
- (ဍ) ရင်းနှီးမြှုပ်နှံမှုပုံစံ ရာခိုင်နှုန်းပြည့်နိုင်ငံခြားရင်းနှီးမြှုပ်နှံမှု
- (ဎ) မြန်မာနိုင်ငံတွင် ဖွဲ့စည်းမည့် ကုမ္ပဏီအမည် NORTHWOOD INDUSTRY LIMITED


ဥက္ကဋ္ဌ
မြန်မာနိုင်ငံရင်းနှီးမြှုပ်နှံမှုကော်မရှင်

THE REPUBLIC OF THE UNION OF MYANMAR
MYANMAR INVESTMENT COMMISSION

No.(1), Thitsar Road, Yankin Township, Yangon

Our ref : DICA-2/ FI- 128/ 2015(754)

Tel: 01-658127

Date : 28th September 2015

Fax: 01-658136

Subject: Decision of the Myanmar Investment Commission on the Proposal for "Manufacturing and Marketing of Wood-Based Products including Sawn Timber, Flooring, Veneer, Plywood and Furniture" under the name of Northwood Industry Limited.

Reference: Northwood Industry Limited. Letter dated (22-6-2015)

1. The Myanmar Investment Commission, at its meeting (16 /2015) held on (11-9-2015) had approved the proposal for investment in "Manufacturing and Marketing of Wood-Based Products including Sawn Timber, Flooring, Veneer, Plywood and Furniture" under the name of "Northwood Industry Limited" submitted as a wholly owned foreign investment by Northwood Co., Pte. Ltd. from Singapore.
2. Hence, the "Permit" is herewith issued in accordance with Chapter VII, section 13(b) of the Republic of the Union of Myanmar Foreign Investment Law and Chapter VIII, Rule 49 of the Foreign Investment Rules relating to the Republic of the Union of Myanmar Foreign Investment Law. Terms and conditions to the "Permit" are stated in the following paragraphs.
3. The permitted duration of the project shall be initial 30 (thirty) years and extendable for 10 (ten) years in 2 (two) times. The term of the lease shall be 30 (thirty) years commencing from the date of signing of the Lease Agreement and extendable for 10 (ten) years in 2 (two) times by mutual agreement between Myanma Timber Enterprise and Northwood Industry Limited. At the expiry of the Lease Agreement, Northwood Industry Company Limited shall transfer the whole of leased properties to the Lessor within 30 (thirty) days in good condition.

4. The annual rent for the land and building shall be US\$ 32,700.00 (United States Dollar thirty-two thousand and seven hundred only) for first three years calculated at the rate of US\$ 2.0 per square meter per year of the total land measuring 4.04 acres (16,350 square meters). The land lease shall be revised after every three years and the increase of the rent shall not be more than 15% of the preceding annual rent. Land Use Premium shall be US\$ 490,500.00 (United States Dollar four hundred and ninety thousand, five hundred only) for 30 (thirty) years calculated at the rate of US\$ 1.0 per square meter per year of the total land measuring 4.04 acres (16,350 square meters).

5. In issuing this "Permit," the Commission has granted, the followings, exemptions and reliefs as per section 27 (a), (h), (i) and (k) of the Foreign Investment Law. Other exemptions and reliefs under section 27 shall have to be applied upon the actual performance of the project;

- (a) As per section-27(a), income tax exemption for a period of five consecutive years including the year of commencement on commercial operation;
- (b) As per section-27(h), exemption or relief from customs duty or other internal taxes or both on machinery, equipment, instrument, machinery components, spare parts and materials used in the business which are imported as they are actually required for use during period of construction of business;
- (c) As per section-27(i), exemption or relief from customs duty or other internal taxes or both on raw materials imported for production for the first three-year after the completion of construction of business;
- (d) As per section-27(k), exemption or relief from commercial tax on the goods produced for export;

6. Northwood Industry Limited shall have to sign the Lease Agreement for land and building with Myanmar Timber Enterprise. After signing the Lease Agreement, (5) copies shall have to be forwarded to the Commission.
7. Northwood Industry Limited in consultation with the Department of Company Registration, Directorate of Investment and Company Administration shall have to be registered. After registration, (5) copies each of Certificate of Incorporation and Memorandum of Association and Articles of Association shall have to be forwarded to the Commission.
8. Northwood Industry Limited shall use its best efforts for timely realization of works stated in the Proposal. If none of such works has been commenced within one year from the date of issue of this "Permit" it shall become null and void.
9. Northwood Industry Limited has to abide by Chapter X, Rule 58 and 59 of the Foreign Investment Rules for construction period.
10. As per Chapter X, Rule 61 of the Foreign Investment Rules, extension of construction period shall not be granted more than twice except it is due to unavoidable events such as natural disasters, instabilities, riots, strikes, emergency of State condition, insurgency and outbreak of wars.
11. As per Chapter X, Rule 63 of the Foreign Investment Rules, if Northwood Industry Limited cannot construct completely in time the construction period or extension period, the Commission will have to withdraw the permit issued to the investor and there is no refund for the expenses of the project.
12. The commercial date of operation shall be reported to the Commission.
13. Northwood Industry Limited is prohibited from importing (if any) the same species of wood available in Myanmar.
14. Northwood Industry Limited shall endeavour to meet the targets for production stated in the proposal as the minimum target.

15. The Commission approves periodical appointments of foreign experts and technicians from abroad as per proposal and also in accordance with Chapter XI, section 24 and section 25 of the Foreign Investment Law and the Northwood Industry Limited has to follow the existing Labour Laws for the recruitment of staff and labour in accordance with Chapter XIII, Rule 84 of the Foreign Investment Rules.

16. In order to evaluate foreign capital and for the purpose of its registration in accordance with the provisions under Chapter XV, section 37 of the Foreign Investment Law, it is compulsory to report as early as possible in the following manner:-

- (a) the amount of foreign currency brought into Myanmar, attached with the necessary documents issued by the respective bank where the account is opened and defined under Chapter XVI, Rules 134 and 135 of the Foreign Investment Rules;
- (b) the detailed lists of the type and value of foreign capital defined under Chapter I, section-2(i) of the Foreign Investment Law, other than foreign currency.

17. Whenever Northwood Industry Limited brings in foreign capital defined under Chapter I, section-2(i) of the Foreign Investment Law, other than foreign currency in the manner of in paragraph 16(b) mentioned above, the Inspection Certificate endorsed and issued by an internationally recognized Inspection Firm with regard to quantity, quality and price of imported materials shall have to be attached.

18. Northwood Industry Limited has the right to make account transfer and expend the foreign currency from his bank account in accordance with Chapter XVI, Rule 136 of the Foreign Investment Rules and for transfer of local currency generated from the business to the local currency account opened at the bank by a citizen or a citizen-owned business in the State and

right to transfer back the equivalent amount of foreign currency from the foreign currency bank account of citizen or citizen-owned business by submitting the sufficient document in accordance with Chapter XVII, Rule 145 of the Foreign Investment Rules.

19. Northwood Industry Limited shall report to the Commission for any alteration in the physical and financial plan of the project. Cost overrun, over and above the investment amount pledged in both local and foreign currency shall have to be reported as early as possible.

20. Northwood Industry Limited shall be responsible for the preservation of the environment at and around the area of the project site. In addition to this, it shall carry out as per instructions made by Ministry of Environmental Conservation and Forestry in which to conduct an Initial Environmental Examination (IEE) Process and an Environmental Management Plan (EMP) which describe the measure to be taken for preventing, mitigation and monitoring significant environmental impacts resulting from the implementation and operation of proposed project or business or activity has to be prepared and submitted and to perform activities in accordance with this EMP and be abided by the environmental policy, Environmental Conservation Law and other environmental related rules and procedures.

21. Northwood Industry Limited shall have to apply for private owned plantation areas of own consumptions to Forest Department, Ministry of Environmental Conservation and Forestry.

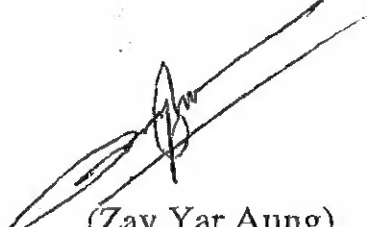
22. After getting permit from Myanmar Investment Commission, Northwood Industry Limited shall have to be registered at the Directorate of Industrial Supervision and Inspection.

23. Northwood Industry Limited shall have to abide by the Fire Services Department's rules, regulations, directives and instructions. Moreover, fire

prevention measures shall have to undertake such as water storage tank, fire extinguishers and provide training to use the fire fighting equipments.

24. Payment of principal and interest of the loan (if any) as well as payment for import of raw materials and spare parts etc., shall be made either out of the local sales in Kyat currency and US\$ or from export earnings of Northwood Industry Company Limited.

25. Northwood Industry Limited in consultation with Myanma Insurance, shall effect such types of insurance defined under Chapter XII, Rule 79 and 80 of the Foreign Investment Rules.



(Zay Yar Aung)

Chairman



Managing Director

Northwood Industry Limited

- cc: 1. Office of the Government of the Republic of the Union of Myanmar
2. Ministry of Home Affairs
 3. Ministry of Foreign Affairs
 4. Ministry of Environmental Conservation and Forestry
 5. Ministry of Electric Power
 6. Ministry of Immigration and Population
 7. Ministry of Industry
 8. Ministry of Commerce
 9. Ministry of Finance
 10. Ministry of National Planning and Economic Development
 11. Ministry of Labour, Employment and Social Security
 12. Central Bank of Myanmar
 13. Office of the Mandalay Region Government

14. Director General, Department of Environmental Conservation
15. Director General, Forest Department
16. Director General, Immigration and National Registration Department
17. Director General, Directorate of Industrial Supervision and Inspection
18. Director General, Directorate of Trade
19. Director General, Customs Department
20. Director General, Internal Revenue Department
21. Director General, Directorate of Investment and Company Administration
22. Director General, Directorate of Labour
23. Director General, Fire Service Department
24. Managing Director, Myanmar Timber Enterprise
25. Managing Director, Myanmar Electric Power Enterprise
26. Managing Director, Myanmar Foreign Trade Bank
27. Managing Director, Myanmar Investment and Commercial Bank
28. Managing Director, Myanmar Insurance
29. Chairman, Republic of the Union of Myanmar Federation of Chambers of Commerce and Industry (UMFCCI)